

106TH CONGRESS
2D SESSION

H. R. 4155

To amend the Internal Revenue Code of 1986 to permit advanced refunding of private activity bonds with general obligation bonds if the governmental issuer takes over the private activity bond due to failure of the private entity.

IN THE HOUSE OF REPRESENTATIVES

APRIL 3, 2000

Mr. ISAKSON introduced the following bill; which was referred to the
Committee on Ways and Means

A BILL

To amend the Internal Revenue Code of 1986 to permit advanced refunding of private activity bonds with general obligation bonds if the governmental issuer takes over the private activity bond due to failure of the private entity.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

1 **SECTION 1. ADVANCED REFUNDING OF PRIVATE ACTIVITY**
2 **BONDS WITH GENERAL OBLIGATION BONDS**
3 **UPON TAKEOVER OF PRIVATE ENTITY BY**
4 **GOVERNMENTAL UNIT.**

5 (a) IN GENERAL.—Paragraph (2) of section 149(d)
6 of the Internal Revenue Code of 1986 (relating to ad-
7 vanced refunding of certain private activity bonds) is
8 amended by inserting before the period at the end the fol-
9 lowing: “unless the bond being refunded would, if issued
10 as of the date of such refunding, not be classified as a
11 private activity bond under section 141”.

12 (b) EFFECTIVE DATE.—The amendment made by
13 subsection (a) shall apply to advance refunding bonds
14 issued after the date of the enactment of this Act.

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